

# **2006 STIP Fund Estimate**

Presented to the

California Transportation Commission

September 29, 2005



# Recap of Prior Events

- Draft Fund Estimate presented in July
- Adoption of the Fund Estimate delayed due to issues that were unresolved at the July meeting:
  - Transportation Equity Act: A Legacy for Users (SAFETEA-LU)
  - Updated cash balances and escalation rates
  - New financing schedule for the Toll Bridge Seismic Retrofit Program (TBSRP) under Assembly Bill 144



# Changes to the Fund Estimate

- **Federal Revenues**
  - Increase in estimated Obligation Authority (OA)
  - Earmarks set aside for non-STIP eligible funding
  - State/Local split adjusted based on federal program funding
- **AB 144 - Toll Bridge Financing Plan**
  - Adjustments and transfers added to SHA and PTA funds
- **Operations Expenditures**
  - Escalation rate increased from 2.5% to 3.1%
- **SHOPP**
  - SHOPP constrained to the funding available under Tier 1(B)

# 2006 FE Program Commitments

(\$ millions)



	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	5-Year Total	6-Year Total
<b>SHOPP</b>								
SHOPP Capital Outlay	\$1,802	\$1,890	\$1,944	\$2,002	\$2,062	\$2,123	\$10,020	\$11,822
Capital Outlay Support	\$494	\$543	\$560	\$573	\$584	\$599	\$2,859	\$3,353
<b>Total SHOPP Program</b>	<b>\$2,296</b>	<b>\$2,433</b>	<b>\$2,504</b>	<b>\$2,575</b>	<b>\$2,646</b>	<b>\$2,722</b>	<b>\$12,880</b>	<b>\$15,176</b>
<b>STIP</b>								
STIP Capital Outlay	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
SHA-eligible AB 3090 Cash Reimbursements	\$12	\$61	\$10	\$30	\$0	\$23	\$125	\$137
PTA-eligible AB 3090 Cash Reimbursements	\$44	\$63	\$66	\$44	\$0	\$0	\$173	\$217
Right-of-Way	\$120	\$120	\$120	\$50	\$25	\$10	\$325	\$445
GARVEE Debt Service	\$73	\$73	\$73	\$73	\$73	\$73	\$364	\$437
Transportation Enhancements	\$89	\$67	\$70	\$71	\$71	\$71	\$350	\$440
Capital Outlay Support	\$79	\$0	\$0	\$0	\$0	\$0	\$0	\$79
<b>Total STIP Program</b>	<b>\$417</b>	<b>\$384</b>	<b>\$340</b>	<b>\$267</b>	<b>\$169</b>	<b>\$177</b>	<b>\$1,337</b>	<b>\$1,754</b>
<b>Total Program Commitments</b>	<b>\$2,713</b>	<b>\$2,817</b>	<b>\$2,844</b>	<b>\$2,843</b>	<b>\$2,815</b>	<b>\$2,899</b>	<b>\$14,217</b>	<b>\$16,930</b>

Note: Numbers may not add due to rounding.

- SHOPP capital is \$1.8B in 2005-06, then constrained to \$1.7 billion per year for 2006-07 and beyond before construction cost escalation.
- STIP commitments include pre-construction support programmed in 2005-06 and items listed above. It does not include any STIP capital outlay for 2005-06 or later.

# Tier 2 (A) STIP Program Capacity

(\$ millions)



SHA Target Program Level  
 SHA Program Commitments  
**Tier 2 (A) SHA STIP Program Capacity**  
**Other Funds:**  
     PTA Capacity  
     TIF Capacity  
     TDIF Capacity  
**Total STIP Program Capacity**

	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	5-Year Total	6-Year Total
SHA Target Program Level	\$2,930	\$2,837	\$2,778	\$2,919	\$2,814	\$2,904	\$14,252	\$17,182
SHA Program Commitments	\$2,669	\$2,753	\$2,777	\$2,799	\$2,815	\$2,899	\$14,043	\$16,713
<b>Tier 2 (A) SHA STIP Program Capacity</b>	<b>\$261</b>	<b>\$83</b>	<b>\$0</b>	<b>\$120</b>	<b>\$0</b>	<b>\$6</b>	<b>\$209</b>	<b>\$470</b>
<b>Other Funds:</b>								
PTA Capacity	\$350	\$225	\$320	\$320	\$310	\$285	\$1,460	\$1,810
TIF Capacity	\$600	\$800	\$685	\$685	\$680	\$680	\$3,530	\$4,130
TDIF Capacity	\$0	\$0	\$226	\$191	\$0	\$0	\$417	\$417
<b>Total STIP Program Capacity</b>	<b>\$1,211</b>	<b>\$1,108</b>	<b>\$1,231</b>	<b>\$1,316</b>	<b>\$990</b>	<b>\$971</b>	<b>\$5,616</b>	<b>\$6,827</b>
<b>2004 Programmed STIP</b>	\$1,211	\$1,278	\$1,231	\$1,316	\$0	\$0	\$3,825	\$5,036
<b>New STIP Program Capacity</b>	\$0	(\$170)	\$0	\$0	\$990	\$971	\$1,791	\$1,791

Note: Numbers may not add due to rounding.

- Total STIP program capacity for Tier 2 (A) is \$5.6B for the Fund Estimate period.
- SHOPP would be funded at the \$1.8B in 2005-06 and at the constrained level of \$1.7B per year before escalation over the Fund Estimate period.
- Tier 2(A) would add an additional \$1.8B of new STIP Program capacity over the 2004 STIP program level.

# Tier 1 (B) STIP Program Capacity

(\$ millions)



SHA Target Program Level

SHA Program Commitments

**Tier 1 (B) SHA STIP Program Capacity**

**Other Funds:**

PTA Capacity

TIF Capacity

TDIF Capacity

**Total STIP Program Capacity**

**2004 Programmed STIP**

**New STIP Program Capacity**

	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	5-Year Total	6-Year Total
SHA Target Program Level	\$2,669	\$2,754	\$2,778	\$2,799	\$2,814	\$2,899	\$14,044	\$16,713
SHA Program Commitments	\$2,669	\$2,753	\$2,777	\$2,799	\$2,815	\$2,899	\$14,043	\$16,713
<b>Tier 1 (B) SHA STIP Program Capacity</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Other Funds:</b>								
PTA Capacity	\$64	\$0	\$0	\$0	\$0	\$0	\$0	\$64
TIF Capacity	\$254	\$0	\$0	\$0	\$0	\$0	\$0	\$254
TDIF Capacity	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total STIP Program Capacity</b>	<b>\$318</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$318</b>
<b>2004 Programmed STIP</b>	<b>\$1,211</b>	<b>\$1,278</b>	<b>\$1,231</b>	<b>\$1,316</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,825</b>	<b>\$5,036</b>
<b>New STIP Program Capacity</b>	<b>(\$893)</b>	<b>(\$1,278)</b>	<b>(\$1,231)</b>	<b>(\$1,316)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$3,825)</b>	<b>(\$4,718)</b>

Note: Numbers may not add due to rounding.

- Tier 1 (B) does not project any STIP program capacity for the Fund Estimate period.
- The SHA would only be able to fund a constrained SHOPP and existing STIP obligations.
- None of the 2004 STIP program would be funded under Tier 1(B).



# Bottom Line

- SHOPP will be constrained in the 2006 FE
- STIP will be dependent on TIF and PTA Spillover revenues
- Tier 2(A) supports current year allocation of \$4.152 billion
- **Risk Factors:**
  - Future TIF and PTA Spillover revenues are dependent on annual budget actions and other demands on the General Fund.
  - The impact of Hurricane Katrina on current and future costs of construction labor and materials are unknown.



# Next Steps

- Adopt Resolution, approving the 2006 STIP Fund Estimate Tier 2(A)
- Complete 2006 Fund Estimate Book
  - Update for September actions
- Publish and distribute 2006 Fund Estimate Book

Questions?